Mr. Arnold Henson Senior Vice President & General Counsel American Brands, Inc. 245 Park Avenue New York, New York 10167

Dear Mr. Henson:

The Council's General Fund cash balance at the end of June will require replenishment to meet anticipated requirements. It is therefore necessary to request payment of the first installment of dues for 1985.

In accordance with the resolution of the Board of Directors of The Council, approved on December 14, 1984, will you please apply as a basis of payment 2.01 cents per 10,000 tax-paid digarettes estimated to have been produced by you in 1984, and remit a check for that amount as payment of your first installment of dues for the year 1985.

The check should be made out to THE COUNCIL FOR TOBACCO RESEARCH-U.S.A., INC. and sent to the above address.

Sincerely,

Hans G. Storr Treasurer

HGS/lp

cc: Mr. V. B. Lougee III Janet C. Brown, Esq.

Also individually addressed to: Peterson (Stevens), Cullman (Ahrensfeld & Holtzman), Witt (Di Marco), Bantle (Manning & Chapin). Special letter to Pepples.